# Question taken on Notice on Wednesday 23 August 2017

### THE FINANCE AND ADMINISTRATION COMMITTEE ASKED THE DIRECTOR-GENERAL DEPARTMENT OF HOUSING AND PUBLIC WORKS

Who are the five departments that have got procurement plans?

### **ANSWER**

As at 30 August 2017, the Department of Housing and Public Works (DHPW) is advised that five agencies have an agency procurement plan in place. The agencies are:

- Department of Education and Training
- Department of Infrastructure, Local Government and Planning
- Department of Justice and Attorney-General
- Department of Science, Information Technology and Innovation and;
- Department of Transport and Main Roads.

DHPW also has an agency procurement plan, bringing the total number of agency procurement plans in place across Queensland Government to six.

Other agencies have advised that they are developing plans now that the revised Queensland Procurement Policy has been published.

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Do you have an example of cost savings for tax payers that has not otherwise been realised in past years.

#### ANSWER

The operating model for Queensland Government procurement has secured increased value for money outcomes for taxpayers and government by strengthening the category management approach to procurement.

Agencies report that value for money has also been secured by managing demand through initiatives including product and supplier rationalisation and through improved stakeholder collaboration and coordination.

Examples of savings achieved under the new procurement operating model include:

- \$28.4 million discount on financial system transaction costs for a finance system upgrade
- Print and image as a service savings of more than \$4 million
- \$0.4 million costs avoided by partnering with agencies on a telecommunications panel refresh
- \$1 million in reduced licence fees achieved through a contract variation
- More than \$10 million in airfare savings for all eligible Queensland Government agencies using the whole-of-government arrangements in 2016-2017.
- On behalf of the Department of Housing and Public Works, Queensland Shared Services conducted a sample review on 631 mobile plans that were costing \$50 or more, and identified savings of approximately \$230,000 per annum.